

June 15, 2004
Page 2

Quarterly Report

Order No. 94-11
Former Lockheed Propulsion Company
Solid Rocket Motor Production Facility ("Site")
Crafton/Redlands Area
San Bernardino County

Pursuant to Order No. 94-11, item 4, Lockheed Martin Corporation hereby submits this quarterly report to the Regional Water Quality Control Board, Santa Ana Region. This report covers activity for April and May 2004

Technical Data Generated

No technical data were generated during the period of performance.

Progress Made

A meeting between Lockheed Martin Corporation and the RWQCB was held on April 28, 2004. Lockheed Martin proposed certain changes to the January 20, 2000 Closure Work Plan and solicited RWQCB on the modified plan. It was agreed that the RWQCB would respond to Lockheed Martin Corporation's proposal within a few weeks.

Lockheed Martin and RWQCB participated in a telephone conference on May 19, 2004. Lockheed Martin agreed to perform a few tasks recommended by RWQCB (installation/sampling of shallow piezometers) in addition to the previously proposed work. There were several subsequent informal communications regarding metals analysis; however, this issue is not yet fully resolved.

Lockheed Martin has begun access discussions with San Bernardino Valley Water Conservation District to allow fieldwork to occur in 2004.

Problems Encountered

San Bernardino Valley Water Conservation District noted that the proposed drilling sites are within the habitat of a threatened or endangered species (San Bernardino kangaroo rat). In compliance with the California Environmental Quality Act, studies are underway to evaluate any possible impacts associated with the planned field work.

Lockheed Martin Corporation
Corporate Energy, Environment, Safety & Health
2550 North Hollywood Way, Suite 301
Burbank, CA 91505
Facsimile 818-847-0256



Via Fax and US Mail

June 15, 2004

Mr. Gerard J. Thibeault
Executive Officer
California Regional Water Quality Control Board
Santa Ana Region
3737 Main Street, Suite 500
Riverside, California

Subject: Quarterly Report for Order No. 94-11

Dear Mr. Thibeault:

The quarterly report for Cleanup and Abatement Order 94-11 is attached. This report covers activity for April and May 2004. If you have any comments or concerns, please call me at (303) 977-3997.

Sincerely,

A handwritten signature in black ink that reads "Bill Bath".

Bill Bath
Technical Project Manager

Enclosure

Cc: Kamron Saremi, RWQCB
Tom Crowley, San Bernardino Valley Water Conservation District
✓ Kevin Mayer, U.S. EPA Region IX